IN THE UNITED STATES DISTRICT COURT FOR THE NORTHERN DISTRICT OF MISSISSIPPI OXFORD DIVISION

UNITED STATES OF AMERICA

PLAINTIFF

V.

NO. 3:25-CV-102-DMB-JMV

YASHICA SCRUGGS

DEFENDANT

ORDER

On March 28, 2025, the United States of America filed a complaint against Yashica Scruggs in the United States District Court for the Northern District of Mississippi seeking "to recover treble damages and civil penalties under the False Claims Act ... and to recover money for common law or equitable causes of action for payment by mistake and unjust enrichment based upon Scruggs' receipt of Paycheck Protection Program ('PPP') funds to which she was not entitled." Doc. #1 at 1. The complaint alleges that Scruggs, through misrepresentations, received a PPP loan in the amount of \$20,833.00, for which the Small Business Administration ("SBA") paid \$2,500 in processing fees to the financial institution involved, and also based on Scruggs' false representations, the SBA forgave the loan. *Id.* at 6.

On April 14, 2025, a "Joint Motion for Entry of Consent Judgment" was filed in which the parties represent that they "have agreed to resolve [this] litigation [and] to the entry of a Consent Judgment on the terms provided in the proposed Consent Judgment." Doc. #4 at PageID 16. Both the joint motion and the proposed consent judgment are signed by the United States and by Scruggs, who is pro se. *Id*.

Generally, before entering a consent judgment, also called a consent decree, courts must decide whether it represents a reasonable factual and legal determination based on the facts of record, whether established by evidence, affidavit, or stipulation. Courts must also ascertain that the settlement is fair and that it does not violate the Constitution, statutes, or jurisprudence. In assessing the propriety of

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giving judicial imprimatur to the consent decree, the court must also consider the nature of the litigation and the purposes to be served by the decree.

Jones v. Gusman, 296 F.R.D. 416, 428–29 (E.D. La. 2013) (cleaned up).

The Court reviewed the proposed consent judgment—which requires Scruggs to pay \$23,399.21 plus interest and a \$405 filing fee—and finds that it represents a fair and reasonable factual and legal determination based on the facts of record. The Court also concludes that the proposed consent judgment does not violate the Constitution, statutes, or jurisprudence. Finally, the proposed consent judgment is consistent with the nature of this litigation. So, the "Joint Motion for Entry of Consent Judgment" [4] is **GRANTED**. The proposed consent judgment will be signed and entered by the Court.

SO ORDERED, this 28th day of April, 2025.

/s/Debra M. Brown UNITED STATES DISTRICT JUDGE